



3015 (02-09-04)

ANNUAL REPORT

OF

Name: REEDSVILLE MUNICIPAL WATER UTILITY

Principal Office: P.O. BOX 438
REEDSVILLE, WI 54230

For the Year Ended: DECEMBER 31, 1997

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: REEDSVILLE MUNICIPAL WATER UTILITY

Utility Address: P.O. BOX 438
REEDSVILLE, WI 54230

When was utility organized? 1/1/1938

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS MARY JO KRAHN

Title: CLERK/TREASURER

Office Address:

P.O. BOX 438
REEDSVILLE, WI 54230

Telephone: (920) 754 - 4371

Fax Number: (920) 754 - 4757

E-mail Address:

Individual or firm, if other than utility employee, preparing this report:

Name: MR CHARLES KRUEGER CPA

Title:

Office Address: HAWKINS, ASH, BAPTIE & COMPANY LLP

P.O. BOX 2020
MANITOWOC, WI 54221-2020

Telephone: (920) 684 - 7128 EXT 112

Fax Number: (920) 684 - 3709

E-mail Address: ckrueger@habco.com

Are records of utility audited by individuals or firms, other than utility employee? YES

Individual or firm, if other than utility employee, auditing utility records:

Name: SEE ABOVE

Title:

Office Address:

Telephone:

Fax Number:

E-mail Address:

Date of most recent audit report: 2/12/1998

Period covered by most recent audit: 1997

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: MR GEOFF WEINREIS**Title:** SUPERINTENDENT**Office Address:**P.O. BOX 438
REEDSVILLE, WI 54230**Telephone:** (920) 754 - 4371**Fax Number:** (920) 754 - 4757**E-mail Address:**

Name of utility commission/committee:

Names of members of utility commission/committee:

MS MARY OLSON, MEMBER

MR GENE SIEVERT, MEMBER

Is sewer service rendered by the utility? YES**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.077 of the Wisconsin Statutes?** NO**Date of Ordinance:****Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)?** NO

Provide the following information regarding the provider(s) of contract services:

Firm Name: NONE

Contact Person:**Title:****Telephone:****Fax Number:****E-mail Address:**

Contract/Agreement beginning-ending dates:**Provide a brief description of the nature of Contract Operations being provided:**

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	117,142	119,729	1
Operating Expenses:			
Operation and Maintenance Expense (401)	55,885	83,378	2
Depreciation Expense (403)	16,700	14,781	3
Amortization Expense (404)	0		4
Taxes (408)	17,164	16,722	5
Total Operating Expenses	89,749	114,881	
Net Operating Income	27,393	4,848	
Income from Utility Plant Leased to Others (412-413)	0		6
Utility Operating Income	27,393	4,848	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0		7
Nonoperating Rental Income (418)	0		8
Interest and Dividend Income (419)	5,744	920	9
Miscellaneous Nonoperating Income (421)	86,214	98,131	10
Total Other Income	91,958	99,051	
Total Income	119,351	103,899	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0		11
Other Income Deductions (426)	0		12
Total Miscellaneous Income Deductions	0	0	
Income Before Interest Charges	119,351	103,899	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	75,330	7,262	13
Amortization of Debt Discount and Expense (428)			14
Amortization of Premium on Debt--Cr. (429)			15
Interest on Debt to Municipality (430)	0		16
Other Interest Expense (431)	0		17
Interest Charged to Construction--Cr. (432)		7,262	18
Total Interest Charges	75,330	0	
Net Income	44,021	103,899	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	393,543	264,644	19
Balance Transferred from Income (433)	44,021	103,899	20
Miscellaneous Credits to Surplus (434)	14,678	25,000	21
Miscellaneous Debits to Surplus--Debit (435)	0		22
Appropriations of Surplus--Debit (436)	0		23
Appropriations of Income to Municipal Funds--Debit (439)	0		24
Total Unappropriated Earned Surplus End of Year (216)	452,242	393,543	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Amount (b)	
Revenues from Utility Plant Leased to Others (412):		
NONE		1
Total (Acct. 412):	0	
Expenses of Utility Plant Leased to Others (413):		
NONE		2
Total (Acct. 413):	0	
Nonoperating Rental Income (418):		
NONE		3
Total (Acct. 418):	0	
Interest and Dividend Income (419):		
INTEREST	5,744	4
Total (Acct. 419):	5,744	
Miscellaneous Nonoperating Income (421):		
NON-REGULATED SEWER DEPT INCOME	86,214	5
Total (Acct. 421):	86,214	
Miscellaneous Amortization (425):		
NONE		6
Total (Acct. 425):	0	
Other Income Deductions (426):		
NONE		7
Total (Acct. 426):	0	
Miscellaneous Credits to Surplus (434):		
PRIOR PERIOD ADJUSTMENT-FORGIVENESS OF TAX EQUIVALENT IN 1995	14,678	8
Total (Acct. 434):	14,678	
Miscellaneous Debits to Surplus (435):		
NONE		9
Total (Acct. 435)--Debit:	0	
Appropriations of Surplus (436):		
Detail appropriations to (from) account 215		10
Total (Acct. 436)--Debit:	0	
Appropriations of Income to Municipal Funds (439):		
NONE		11
Total (Acct. 439)--Debit:	0	

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)	0				0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	117,142	0	0	0	117,142	1
Less: interdepartmental sales	0		0		0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
INCREASE FOR NON REGULATED SEWER	1,219				1,219	6
Revenues subject to Wisconsin Remainder Assessment	118,361	0	0	0	118,361	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	855,653	759,093	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	254,207	237,019	2
Net Utility Plant	601,446	522,074	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	3,797,356	3,000,874	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	234,316	210,359	4
Net Nonutility Property	3,563,040	2,790,515	
Investment in Municipality (123)	0		5
Other Investments (124)	0		6
Special Funds (125)	251,832	114,953	7
Total Other Property and Investments	3,814,872	2,905,468	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	3,956	2,038	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0		10
Customer Accounts Receivable (142)	15,922	17,053	11
Other Accounts Receivable (143)	95,575	56,220	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	8,287	2,988	14
Materials and Supplies (150)	12,297	9,188	15
Prepayments (165)	0		16
Other Current and Accrued Assets (170)	52,113	22,950	17
Total Current and Accrued Assets	188,150	110,437	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0		18
Extraordinary Property Losses (182)	0		19
Other Deferred Debits (183)	0		20
Total Deferred Debits	0	0	
Total Assets and Other Debits	4,604,468	3,537,979	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	400,984	400,984	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	452,242	393,543	23
Total Proprietary Capital	853,226	794,527	
LONG-TERM DEBT			
Bonds (221)	0	2,000	24
Advances from Municipality (223)	259,921		25
Other long-Term Debt (224)	2,677,545	1,789,116	26
Total Long-Term Debt	2,937,466	1,791,116	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0		27
Accounts Payable (232)	42,994	226,499	28
Payables to Municipality (233)	0		29
Customer Deposits (235)			30
Taxes Accrued (236)	46,173	44,990	31
Interest Accrued (237)	14,143	7,262	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	103,310	278,751	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0		34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0		36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	710,466	673,585	38
Total Liabilities and Other Credits	4,604,468	3,537,979	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
Plant Accounts:					
Utility Plant in Service (100)	805,468	0	0	0	1
Utility Plant Purchased or Sold (391)					2
Utility Plant in Process of Reclassification (392)					3
Utility Plant Leased to Others (393)					4
Property Held for Future Use (394)					5
Construction Work in Progress (395)	50,185				6
Utility Plant Acquisition Adjustments (396)					7
Other Utility Plant Adjustments (397)					8
Total Utility Plant	855,653	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service (110)	254,207	0	0	0	9
Total Accumulated Provision	254,207	0	0	0	
Net Utility Plant	601,446	0	0	0	

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT

Depreciation Accruals (Credits) during the year:

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year	237,019				237,019	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	16,700				16,700	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	488				488	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	17,188	0	0	0	17,188	13
Debits during year						14
Book cost of plant retired					0	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	0	0	0	0	0	19
Balance End of Year	254,207	0	0	0	254,207	20
Composite Depreciation Rate?	Yes					21
If yes, what is the rate?	2.20%					22

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	3,000,874	796,482		3,797,356	1
Other (specify):					
NONE				0	2
Total Nonutility Property (121)	3,000,874	796,482	0	3,797,356	
Less accum. prov. depr. & amort. (122)	210,359	23,957		234,316	3
Net Nonutility Property	2,790,515	772,525	0	3,563,040	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	1
Other					0	2
Total Electric Utility					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	9,542	7,454	2
Sewer utility	2,755	1,734	3
Gas utility			4
Merchandise			5
Other materials & supplies			6
Total Materials and Supplies	<u>12,297</u>	<u>9,188</u>	

**UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT
(ACCTS. 181 AND 251)**

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
NONE	0	0	0	1
Total			0	
Unamortized premium on debt (251)				
				2
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	400,984	1
Changes during year (explain):		
NONE		2
Balance end of year	400,984	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
WATER BONDS	07/01/1974	07/01/2005	6.00%	0	1
Total Bonds (Account 221):				0	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
ADVANCE FROM GENERAL FUND	01/01/1997	00/00/0000	0.00%	259,921	1
Total for Account 223				<u>259,921</u>	
Other Long-Term Debt (224)					
CLEAN WATER FUND LOAN	05/08/1996	05/01/2016	3.00%	2,677,545	2
Total for Account 224				<u>2,677,545</u>	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	44,990	1
Accruals:		
Charged water department expense	17,164	2
Charged electric department expense		3
Charged sewer department expense	3,355	4
Other (explain):		
NONE		5
Total Accruals and other credits	20,519	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	4,353	7
PSC Remainder Assessment	305	8
Other (explain):		
PRIOR PERIOD ADJUSTMENT-TAX EQUIV FORGIVEN IN 1995	14,678	9
Total payments and other debits	19,336	
Balance end of year	46,173	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE				0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE				0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
CLEAN WATER FUND LOAN	7,262	75,330	68,449	14,143	3
Subtotal	7,262	75,330	68,449	14,143	
Notes Payable (231)					
NONE				0	4
Subtotal	0	0	0	0	
Total	7,262	75,330	68,449	14,143	

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	138,294			535,291		673,585	1
Add credits during year:							
For Services	25,060			11,821		36,881	2
For Mains						0	3
Other (specify):							
NONE						0	4
Deduct charges (specify):							
NONE						0	5
Balance End of Year	163,354	0	0	547,112	0	710,466	
Amount of federal and state grants in aid received for utility construction included in End of Year totals	91,528			380,634		472,162	6

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE	0	1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
SEWER RESTRICTED CASH ACCOUNTS	251,832	3
Total (Acct. 125):	251,832	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	15,922	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	15,922	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	50,482	9
Merchandising, jobbing and contract work		10
Other (specify):		
RECEIVABLE FROM LOAN PROGRAM	42,994	11
INTEREST RECEIVABLE	2,099	12
Total (Acct. 143):	95,575	
Receivables from Municipality (145):		
WATER BILLING	3,779	13
SEWER BILLING	4,508	14
Total (Acct. 145):	8,287	
Prepayments (165):		
NONE		15
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		16
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)
Other Deferred Debits (183):	
NONE	17
Total (Acct. 183):	0
Payables to Municipality (233):	
NONE	18
Total (Acct. 233):	0
Other Deferred Credits (253):	
NONE	19
Total (Acct. 253):	0

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include property held for future use or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service	782,280	0	0	0	782,280	1
Materials and Supplies	8,498	0	0	0	8,498	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation	245,613	0	0	0	245,613	4
Customer Advances for Construction					0	5
Contributions in Aid of Construction	150,824	0	0	0	150,824	6
Other (specify):						
NONE					0	7
Average Net Rate Base	394,341	0	0	0	394,341	
Net Operating Income	27,393	0	0	0	27,393	8
Net Operating Income as a percent of Average Net Rate Base	6.95%	N/A	N/A	N/A	6.95%	

RETURN ON PROPRIETARY CAPITAL COMPUTATION

1. The data used in calculating proprietary capital are averages.
2. Calculate those averages by summing the first-of-year and end-of-year figures for each account and then dividing by two.

Description (a)	Amount (b)	
Average Proprietary Capital		
Capital Paid in by Municipality	400,984	1
Appropriated Earned Surplus	0	2
Unappropriated Earned Surplus	422,892	3
Other (Specify):	0	4
Total Average Proprietary Capital	823,876	
Net Income		
Net Income	44,021	5
Percent Return on Proprietary Capital	5.34%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

NONE

2. Leaseholder changes.

NONE

3. Extensions of service.

NONE

4. Estimated changes in revenues due to rate changes.

N/A

5. Obligations incurred or assumed, excluding commercial paper.

NONE

6. Formal proceedings with the Public Service Commission.

NONE

7. Any additional matters.

NONE

FINANCIAL SECTION FOOTNOTES

Identification and Ownership - Contacts (Page iv)

To the Village Board
Village of Reedsville, Wisconsin

We have compiled the balance sheet of the Village of Reedsville Water Utility as of December 31, 1997 and the related statements of income and earned surplus and supplemental information for the year then ended included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them. These financial statements were compiled by us from financial statements for the same period that we previously audited as indicated in our report dated February 19, 1998.

These financial statements are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Manitowoc, Wisconsin
February 19, 1998

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	Amounts (b)	
Operating Revenues		
Sales of Water		
Sales of Water (460-467)	115,221	1
Total Sales of Water	115,221	
Other Operating Revenues		
Forfeited Discounts (470)	171	2
Other Water Revenues (474)	1,750	3
Amortization of Construction Grants (475)	0	4
Total Other Operating Revenues	1,921	
Total Operating Revenues	117,142	
Operation and Maintenance Expenses		
Plant Operation and Maintenance Expenses (600-660)	41,536	5
General Operating Expenses (680-690)	14,349	6
Total Operation and Maintenance Expenses	55,885	
Other Operating Expenses		
Depreciation Expense (403)	16,700	7
Amortization Expense (404)		8
Taxes (408)	17,164	9
Total Other Operating Expenses	33,864	
Total Operating Expenses	89,749	
NET OPERATING INCOME	27,393	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Bulk sales should be account 460.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	392	20,640	52,876	4
Commercial	45	4,573	10,935	5
Industrial	3	56	184	6
Total Metered Sales to General Customers (461)	440	25,269	63,995	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	2		46,738	8
Other Sales to Public Authorities (464)	12	1,915	4,488	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	454	27,184	115,221	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)	
NONE	N/A	0	0	1
Total		0	0	

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1)	46,738	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	46,738	
Forfeited Discounts (470):		
Customer late payment charges	171	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	171	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,219	7
Other (specify):		
MISCELLANEOUS	531	8
Total Other Water Revenues (474)	1,750	
Amortization of Construction Grants (475):		
NONE		9
Total Amortization of Construction Grants (475)	0	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	Amount (b)	
PLANT OPERATION AND MAINTENANCE EXPENSES		
Salaries and Wages (600)	16,052	1
Purchased Water (610)		2
Fuel or Power Purchased for Pumping (620)	5,270	3
Chemicals (630)	2,630	4
Supplies and Expenses (640)	738	5
Repairs of Water Plant (650)	16,403	6
Transportation Expenses (660)	443	7
Total Plant Operation and Maintenance Expenses	41,536	
GENERAL OPERATING EXPENSES		
Administrative and General Salaries (680)	2,997	8
Office Supplies and Expenses (681)	1,398	9
Outside Services Employed (682)	3,409	10
Insurance Expense (684)	3,063	11
Employees Pensions and Benefits (686)	2,743	12
Regulatory Commission Expenses (688)		13
Miscellaneous General Expenses (689)	739	14
Uncollectible Accounts (690)		15
Total General Operating Expenses	14,349	
Total Operation and Maintenance Expenses	55,885	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.

Description of Tax (a)	Method Used to Allocate Between Departments (b)	Amount (c)	
Property Tax Equivalent		15,861	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		461	2
Net property tax equivalent		15,400	
Social Security		1,459	3
PSC Remainder Assessment		305	4
Other (specify): NONE			5
Total tax expense		17,164	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service, property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.069(1)(c). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Manitowoc				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.240950				3
County tax rate	mills		6.521070				4
Local tax rate	mills		12.429120				5
School tax rate	mills		10.921580				6
Voc. school tax rate	mills		1.909290				7
Other tax rate - Local	mills						8
Other tax rate - Non-Local	mills						9
Total tax rate	mills		32.022010				10
Less: state credit	mills						11
Net tax rate	mills		32.022010				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		12.429120				14
Combined School Tax Rate	mills		12.830870				15
Other Tax Rate - Local	mills						16
Total Local & School Tax	mills		25.259990				17
Total Tax Rate	mills		32.022010				18
Ratio of Local and School Tax to Total	dec.		0.788832				19
Total tax net of state credit	mills		32.022010				20
Net Local and School Tax Rate	mills		25.259990				21
Utility Plant, Jan. 1	\$	749,748	749,748				22
Materials & Supplies	\$	7,454	7,454				23
Subtotal	\$	757,202	757,202				24
Less: Plant Outside Limits	\$	0					25
Taxable Assets	\$	757,202	757,202				26
Assessment Ratio	dec.		0.829238				27
Assessed Value	\$	627,901	627,901				28
Net Local & School Rate	mills		25.259990				29
Tax Equiv. Computed for Current Year	\$	15,861	15,861				30
Tax Equivalent per 1994 PSC Report	\$	14,678					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	15,861					34

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	50	1,500	4
Structures and Improvements (311)	2,615		5
Collecting and Impounding Reservoirs (312)			6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)	80,402		8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)			10
Other Water Source Plant (317)			11
Total Source of Supply Plant	83,067	1,500	
PUMPING PLANT			
Land and Land Rights (320)			12
Structures and Improvements (321)	3,359		13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)	6,726		17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)	975		20
Total Pumping Plant	11,060	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)	134,276	2,241	23
Total Water Treatment Plant	134,276	2,241	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	250		24
Structures and Improvements (341)			25

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			1,550	4
Structures and Improvements (311)			2,615	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			80,402	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	84,567	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			3,359	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			6,726	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			975	20
Total Pumping Plant	0	0	11,060	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			136,517	23
Total Water Treatment Plant	0	0	136,517	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			250	24
Structures and Improvements (341)			0	25

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Distribution Reservoirs and Standpipes (342)	177,008		26
Transmission and Distribution Mains (343)	240,543	27,666	27
Fire Mains (344)			28
Services (345)	30,749	8,478	29
Meters (346)	43,983	770	30
Hydrants (348)	26,391	5,720	31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	518,924	42,634	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)			34
Office Furniture and Equipment (372)	7,196		35
Computer Equipment (372.1)			36
Transportation Equipment (373)			37
Other General Equipment (379)	4,570		38
Other Tangible Property (390)			39
Total General Plant	11,766	0	
Total utility plant in service directly assignable	759,093	46,375	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	759,093	46,375	

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Distribution Reservoirs and Standpipes (342)			177,008 26
Transmission and Distribution Mains (343)			268,209 27
Fire Mains (344)			0 28
Services (345)			39,227 29
Meters (346)			44,753 30
Hydrants (348)			32,111 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	561,558
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			7,196 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			4,570 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	11,766
Total utility plant in service directly assignable	0	0	805,468
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	0	805,468

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			2,564	2,564	1
February			2,275	2,275	2
March			2,691	2,691	3
April			2,556	2,556	4
May			3,108	3,108	5
June			3,250	3,250	6
July			2,955	2,955	7
August			3,097	3,097	8
September			2,592	2,592	9
October			2,531	2,531	10
November			2,682	2,682	11
December			2,591	2,591	12
Total for year	0	0	32,892	32,892	
Less: Measured or estimated water used in main flushing and water treatment during year				500	13
Less: Other utility use				600	14
Other utility use explanation:					15
FIRE DEPARTMENT PRACTICE AND JETTING NEW MAINS TRENCHES					
Water pumped into distribution system				31,792	16
Less: Water sold				27,184	17
Losses and unaccounted for				4,608	18
Percent unaccounted for to the nearest whole percent (%)				14%	19
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					20
Maximum gallons pumped by all methods in any one day during reporting year				234	21
Date of maximum: 6/9/1997					22
Cause of maximum:					23
FLUSHING HYDRANTS					
Minimum gallons pumped by all methods in any one day during reporting year				41	24
Date of minimum: 11/27/1997					25
Total KWH used for pumping for the year				56,951	26
If water is purchased:Vendor Name:					27
Point of Delivery:					28

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
101 INDUSTRIAL DRIVE	3	335	12	5,004	Yes	1
317 MANITOWOC STREET	4	100	12	5,004	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	3	4		1
Location	101 INDUSRTIAL DRIVE	317 MANITOWOC STREET		2
Purpose	P	P		3
Destination	R	D		4
Pump Manufacturer	LAYNE	LAYNE		5
Year Installed	1974	1981		6
Type	VERTICAL TURBINE	SUBMERSIBLE		7
Actual Capacity (gpm)	340	440		8
Pump Motor or Standby Engine Mfr	GE	GOWLS		10
Year Installed	1974	1995		11
Type	ELECTRIC	ELECTRIC		12
Horsepower	30	20		13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22
Year Installed				23
Type				24
Horsepower				25
				26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification number or name	1	4		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
				3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET		4
				5
Year constructed	1938	1984		6
				7
Primary material (earthen, steel, concrete, other)	STEEL	STEEL		8
				9
Elevation difference in feet (See Headnote 3.)	126	134		10
Total capacity in gallons	50,000	100,000		11
				12
WATER TREATMENT PLANT				13
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	GAS		14
				15
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE	WELLHOUSE		16
				17
Filters, type (gravity, pressure, other, none)	NONE	NONE		18
				19
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.4896	0.6336		20
				21
Is a corrosion control chemical used (yes, no)?	Y	Y		22
				23
Is water fluoridated (yes, no)?	N	N		24
				25

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet							
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)
M	D	4.000	3,940				3,940
M	D	6.000	28,625				28,625
P	D	6.000	2,770				2,770
M	D	8.000	6,020				6,020
P	D	8.000	3,503	728			4,231
P	D	12.000	0	629			629
Total Within Municipality			44,858	1,357	0	0	46,215
Total Utility			44,858	1,357	0	0	46,215

1
2
3
4
5
6

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	385				385	17	1
M	1.000	44	17			61	33	2
M	1.500	8				8		3
M	2.000	7				7		4
M	3.000	2				2		5
M	4.000	1				1		6
Total Utility		447	17	0	0	464	50	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.750	431	2			433	80	1
1.000	8				8		2
1.500	8				8		3
2.000	6				6		4
3.000	3				3		5
4.000	1				1		6
Total:	457	2	0	0	459	80	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.750	350	22	2	1		58	433	1
1.000		6		2			8	2
1.500		6		2			8	3
2.000		5		1			6	4
3.000		1		1		1	3	5
4.000		1					1	6
Total:	350	41	2	7	0	59	459	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality					0	1
Within Municipality	76	3			79	2
Total Fire Hydrants	76	3	0	0	79	
Flushing Hydrants						
					0	3
Total Flushing Hydrants	0	0	0	0	0	

Wis. Admin. Code § 185.87 requires that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Report the number operated during the year

Number of hydrants operated during year:	79
Number of distribution system valves end of year:	153
Number of distribution valves operated during year:	153

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

640-SUPPLIES EXPENSE-LESS PURCHASED IN 1997

682-OUTSIDE SERVICES-COMPREHENSIVE WATER STUDY AND WELL TESTING IN 1996

Water Mains (Page W-15)

THE ADDITIONS TO WATER MAINS WERE FINACNED THROUGH AN ADVANCE FROM THE VILLAGE

Water Services (Page W-16)

NEW SERVICES WERE FINANCED BY ASSESSMENTS AGAINST PROPERTY OWNERS AT UTILITY COST
